

BUDGET STABILIZATION FUND

State Investment Board Balance Sheet As of 12/31/2007

	As of <u>12-31-07</u>	As of <u>6-30-07</u>
ASSETS:		
INVESTMENTS (AT MARKET)		
DOMESTIC FIXED INCOME	155,658,914	68,136,288
INVESTED CASH (NOTE 1)	<u>42,553,555</u>	<u>30,885,108</u>
TOTAL INVESTMENTS	198,212,469	99,021,396
RECEIVABLES		
DIVIDEND/INTEREST RECEIVABLE	807,390	854,103
MISCELLANEOUS RECEIVABLE	<u>286</u>	<u>122</u>
TOTAL RECEIVABLES	807,676	854,225
OTHER ASSETS		
OPERATING CASH	<u>1,526</u>	<u>2,074</u>
TOTAL ASSETS	<u>\$ 199,021,671</u>	<u>\$ 99,877,695</u>
LIABILITIES:		
ACCOUNTS PAYABLE	180	543
ACCRUED EXPENSES	1,691	1,149
INVESTMENT EXPENSE PAYABLE	<u>0</u>	<u>0</u>
TOTAL LIABILITIES	1,871	1,692
NET ASSETS AVAILABLE:		
NET ASSETS AVAILABLE BEGIN OF YEAR	99,876,003	99,876,516
CASH IN DURING YEAR (NOTE 2)	100,527,369	0
CASH OUT DURING YEAR (NOTE 3)	1,688,532	4,981,500
NET INCREASE (DECREASE)	<u>304,960</u>	<u>4,980,987</u>
NET ASSETS AVAILABLE END OF PERIOD	<u>199,019,800</u>	<u>99,876,003</u>
TOTAL LIABILITIES & NET ASSETS AVAILABLE	<u>\$ 199,021,671</u>	<u>\$ 99,877,695</u>

BUDGET STABILIZATION FUND

State Investment Board Profit and Loss Statement For the Month Ended 12/31/2007

	Month Ended <u>12-31-07</u>	<u>Year-to-Date</u>
ADDITIONS:		
INVESTMENT INCOME		
INTEREST/DIVIDEND INCOME	\$ 607,594	\$ 4,602,292
SECURITIES LENDING INCOME	<u>0</u>	<u>0</u>
	607,594	4,602,292
 GAIN ON SALE OF INVESTMENTS	 3,093	 15,423
LOSS ON SALE OF INVESTMENTS	<u>0</u>	<u>99,212</u>
 NET GAINS (LOSSES) INVESTMENTS	 3,093	 (83,789)
 INVESTMENT EXPENSES	 23,834	 23,834
SECURITIES LENDING EXPENSES	<u>0</u>	<u>0</u>
 NET INVESTMENT INCOME	 586,853	 4,494,669
 NET APPREC (DEPREC) MARKET VALUE	 (133,507)	 (4,182,912)
MISCELLANEOUS INCOME/(EXPENSE)	<u>84</u>	<u>(930)</u>
 TOTAL INVESTMENT INCOME	 <u>453,430</u>	 <u>310,827</u>
 DEDUCTIONS:		
ADMINISTRATIVE EXPENSES	1,287	5,867
 NET INCREASE (DECREASE)	 <u>\$ 452,143</u>	 <u>\$ 304,960</u>

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Notes To Financial Statements
December 31, 2007

The following notes to financial statements are intended to provide general descriptions of line items in the financial statements.

NOTE 1 INVESTED CASH

Cash invested in a money market demand account at the Bank of North Dakota.

NOTE 2 CASH IN DURING YEAR

Cash transferred into investment accounts at The Northern Trust during the current fiscal year.

NOTE 3 CASH OUT DURING YEAR

Cash transferred out of investment accounts at The Northern Trust during the current fiscal year.